Al Nasr For Public Service Company intends to compare between two Proposed projects for capital investment . the first is through purchasing an equipment for cleaning buildings facades which the experts that it makes a revenue on the average of the invested capital reaches 14% . the second is purchasing of 6 small travelers transportation buses within the country capital giving that each bus price is LE 80.000 . so, the Company agreed with one of the public transportation services to operate those (6) buses according to the following bases :

A- Each bus shall make 50 travels per year making a revenue of LE1500 per travel , giving that the operation center profit is 40% from the total revenues .

B- The annual depreciation value is 12% of the asset value .

C-The Company intends to sell those buses as they are used up after ten years of operation at an approximate amount of 15% of the asset value .

D- the maintenance & Content ($ 18.000)

E- Utilities & miscellaneous cost ($ 800)

F- Additional income Taxes (approximately39%)

Required :

1- What are the annual Net income from this investment .

2- Compute the from this investment .

3- Compute the pay pack period of this proposal .

4- Compute the return on average investment .